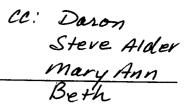
Umetco Minerals Corporation





P.O. BOX 1029
GRAND JUNCTION, COLORADO 81502
(970) 245-3700

Friday, April 07, 2006

Mr. John R. Baza, Director Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 Salt Lake City, UT 84114

RE: Umetco Minerals Corporation, Deremo-Peterson, M/037/025 Umetco Minerals Corporation, Wilson-Silverbell, M/037/027

Dear Mr. Baza,

We received your letters concerning a contingency addendum for the above referenced reclamation contracts.

Umetco Minerals Corporation (Umetco), at the request of the State of Utah, submitted a surety bond to the Division for all remaining reclamation obligations for the properties on May 16, 2005. On March 23, 2006, the Division informed Umetco that we would need to appear before the Board to release these mine land reclamation contracts. Umetco is currently preparing materials and will request that we be put on the docket for the June 28, 2006 meeting. We will at that time request the formal termination of these reclamation contracts. In the mean time, a fully executable bond is in your possession for any and all remaining reclamation obligations. We request that you wave signing of the contingency addendum dated March 22, 2006 because Umetco has reclaimed the properties in question and has submitted a bond to the State of Utah that fully covers any remaining reclamation obligations.

Blaine Rawson has been retained as local counsel in this matter. We have requested that he review the contingency addendum, termination of the reclamation contracts and to represent us at the upcoming board meeting. Mr. Rawson will contact you to discuss the details of permit termination process and upcoming board meeting with you.

Please let me know if you concur that we can handle this matter at the June 28, 2006 board meeting.

Sincerely,

W. R. Junge

Plateau Mines Manager

RECEIVED APR 1 2 2006

WRJ/jfc

DIV. OF OIL, GAS & MINING

cc: Blaine Rawson, Esq.